

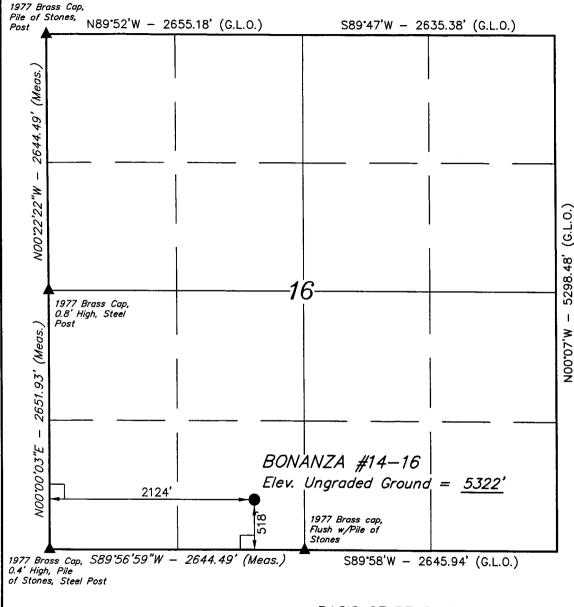
# STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

		_
FΟ	RM	-3

(11/2001)

001 DIVISION OF OIL, GAS AND MINING AMENDED REPORT (highlight changes)								
	APPL	LICATION FOR	PERMIT TO	D DRILL		5. MINERAL I	LEASE NO:	6. SURFACE: State
1A. TYPE OF WORK: DRILL Z REENTER DEEPEN 7. IF INDIAN, ALLOTTEE OR TRIBE NAME:								
B. TYPE OF WE	LL: OIL GAS	OTHER	SIN	GLE ZONE MULTIPLE ZON	E 🗸	8. UNIT or CA	AGREEMENT	IAME:
2. NAME OF OPE THE HOUS 3. ADDRESS OF	STON EXPLORA	TION COMPANY				BONAN	NE and NUMBER	
1100 LOUS	SIANA SUITE CITY	HOUSTON 51	TATE TX ZIP 77	002 PHONE NUMBER: (713) 830-6800		10. FIELD AN	ID POOL, OR WI AT	LDCAT:
	WELL (FOOTAGES)		10-101-1	V 40.02986		11. QTR/QTR MERIDIAN	, SECTION, TOV	VNSHIP, RANGE,
	518' FSL & 2124 PRODUCING ZONE: SA	4' FWL AME AS ABOVE	44323	797-109,2202	25	SESW	16 9S	24E
14. DISTANCE IN	MILES AND DIRECTION F	ROM NEAREST TOWN OR P	OST OFFICE:			12. COUNTY:		13. STATE:
	SOUTH OF VEI	•				UINTAH	+	UTAH
15. DISTANCE TO <b>518'</b>	O NEAREST PROPERTY OF	R LEASE LINE (FEET)	16. NUMBER O	F ACRES IN LEASE:	17. NI	JMBER OF ACI	RES ASSIGNED	TO THIS WELL:
	D NEAREST WELL (DRILLIN	NG COMPLETED OR	19. PROPOSED	280	20.00	ND DECODIO		40
APPLIED FOR 3,700'	R) ON THIS LEASE (FEET)		I I I NO OCE	8,400	1	BOND DESCRIPTION: 104155044		
	(SHOW WHETHER DF, RT	, GR, ETC.):	22. APPROXIMA	ATE DATE WORK WILL START:		3. ESTIMATED DURATION:		
5321.1' G	R		11/1/200	)4	30	DAYS		
24.		PROPO	SED CASING A	ND CEMENTING PROGRAM				
SIZE OF HOLE		AND WEIGHT PER FOOT	SETTING DEPTH	CEMENT TYPE, QUA	ANTITY,	YIELD, AND SI	URRY WEIGHT	
12 1/4	8 5/8 J-	55 36#	2,000	PRIMIUM LITE II	250	SKS	3.38 CF	11.0 PPG
				CLASS "G"	329	SKS	1.2 CF	15.6 PPG
				CALCIUM CHLORIDE	200	SKS	1.10 CF	15.6 PPG
7 7/8	4 1/2 M-	55 11.6#	8,400	PRIMIUM LITE II	200	SKS	3.3 CF	11.0 PPG
				CLASS "G"	400	SKS	1.56 CF	14.3 PPG
					-			
25.	······································		ATTA	CHMENTS			1. to	
VERIFY THE FOL	LOWING ARE ATTACHED I	N ACCORDANCE WITH THE	UTAH OIL AND GAS C	ONSERVATION GENERAL RULES:				•
WELL PL	AT OR MAP PREPARED BY	LICENSED SURVEYOR OR	ENGINEER	COMPLETE DRILLING PLAN				
<b>✓</b> EVIDENC	E OF DIVISION OF WATER	RIGHTS APPROVAL FOR U	SE OF WATER	FORM 5, IF OPERATOR IS PE	RSON O	R COMPANY C	OTHER THAN TH	E LEASE OWNER
NAME (PLEASE F	PRINT) WILLIAM A	RYAN C	$\supset$	TITLE AGENT				
SIGNATURE	Will	eon a K	~	DATE 9/14/2004			DECE	
This space for Stat	e use only)	V				1,000	TEUE	<b>∀ED</b>
API NUMBER ASS	igned: 1.13-01	47-35941	Ex.	Approved by the Utah Division of AP® NAIGas and Mini	f		SEP 1 6 DF OIL, GAS	<b>2004</b> 6 & MINING

### T9S, R24E, S.L.B.&M.



### LEGEND: BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.

= 90° SYMBOL

= PROPOSED WELL HEAD.

= SECTION CORNERS LOCATED.

(AUTONOMOUS NAD 83) LATITUDE =  $40^{\circ}01'48.20$ 

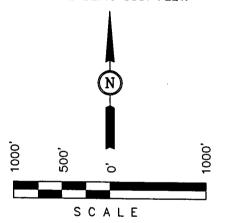
LATITUDE =  $40^{\circ}01'48.20"$  (40.030056) LONGITUDE =  $109^{\circ}13'15.23"$  (109.220897)

### THE HOUSTON EXPLORATION COMPANY

Well location, BONANZA #14-16, located as shown in the SE 1/4 SW 1/4 of Section 16, T9S, R24E, S.L.B.&M. Uintah County, Utah.

#### BASIS OF ELEVATION

BENCH MARK (54EAM) LOCATED IN THE NW 1/4 OF SECTION 14, T9S, R23E, S.L.B.&M. TAKEN FROM THE RED WASH SE QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE SERIES (TOPOGRAPHICAL MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5031 FEET.



#### CERTIFICATE.

THIS IS TO CERTIFY THAT THE ABOVE PLATTWAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OF INDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.

REGISTERED LAND SURVEYOR REGISTRATION NO. 361519 STATE OF UTAH

# UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

SCALE 1" =	1000'			DATE SURVEYED: 8-10-04	DATE DRAWN: 8-12-04
PARTY B.B.	T.H.	C.G.		REFERENCES G.L.O. PLA	AT
WEATHER			FILE	<del></del>	

WARM THE HOUSTO

THE HOUSTON EXPLORATION COMPANY

#### **Ten Point Plan**

#### The Houston Exploration Company

Bonanza 14-16

Surface Location SE ¼ SW ¼, Section 16, T. 9S., R. 24 E.

#### 1. Surface Formation

Green River

#### 2. Estimated Formation Tops and Datum:

Depth	<u>Datum</u>
Surface	+5,321' G.L.
3,946	+1,375'
4,080	+1,241'
5,747	-427'
8,080	-2,759'
8,152	-2,831'
8,447	-2,126'
8,300'	-2,979'
	Surface 3,946 4,080 5,747 8,080 8,152 8,447

A 12 ½ hole will be drilled to 2,000' +/-. The hole depth will depend on the depth that the Birds Nest Zone is encountered. The hole will be drilled 400' beyond the top of the Birds Nest.

#### 3. Producing Formation Depth:

Formation objective includes the Green River, Wasatch, Mesaverde and its sub-members.

Off Set Well information:

Off set well: Bonanza 4D-16

#### 4. Proposed Casing:

Hole	Casing			Setting	Casing	
<u>Size</u>	<u>Size</u>	Weight/FT	<u>Grade</u>	& Tread	Depth	
New/U	<u>Jsed</u>				···-	
12 1/4	8 5/8	36#	J-55	STC	2000	NEW
7 7/8	4 ½	11.6#	M-55	LTC	T.D.	NEW

### **Cement Program:**

### The Surface Casing will be cemented to the Surface as follows:

	Casing	Cement	Cement	Cement	Cement
	<u>Size</u>	<u>Type</u>	<b>Amounts</b>	<u>Yield</u>	Weight
Lead:					
	8 5/8	Primium Lite II	250 sks. +/-	3.38ft³/sk	11.0 ppg
		.05#/sk Static Free			
		.25#/sk Cello Flake			
		5#/sk KOL Seal			
		.002 gps FP-6L			
		10% Bentonite	•		
		.5% Sodium Metasil			
æ-11.		3% Potassium Chlor	ride		
Tail:					
	8 5/8	Class "G"	329 sks. +/-	1 2 ft 3/al <sub>z</sub>	15 6 nna
	0 5/0	2% Calcium Chlorid		1.21t /SK	15.6 ppg
		.25#/sk Cello Flake			
		.25 m ok cono i rako			
Top Jo	b:				
	0.5/0	40/ 0 1 ' 011 ' 1	20	<b>.</b>	4 400314
	8 5/8	4% Calcium Chloride	e 200	) sks. +/-	1.10ft³/sk
	15.6 ppg	25#/alr Calla Elalra			
		.25#/sk Cello Flake			

#### Production casing will be cemented to 2,500' or higher as follows:

	Casing	Cement	Cement	Cement	Cement
	<u>Size</u>	Type	Amounts	<u>Yield</u>	Weight
Lead:					
	4 1/2	Primium Lite II .25#/sk Cello Flake .05#/sk Static Free 5#/sk Kol Seal 3% Potassium Chlori .055 gps FP-6L 10% Bentonite .5 Sodium Metasilica		3.3ft³/sk	11.0 ppg

Tail:

4 1/2	Class "G" .05% Static Free 2 Sodium Chloride	400 sks +/-	1.56ft <sup>3</sup> /sk	14.3 ppg
	.1% R-3			
	2% Bentonite			

#### 5. BOP and Pressure Containment Data:

The anticipated bottom hole pressure will be less than 3000 psi.

A 3000-psi WP BOP system as described in the BOP and Pressure Containment Data (attached) will be installed and maintained from the 8 5/8" surface casing. The BOP system including the casing will be pressure tested to minimum standards set forth in "On Shore Order #2". The BOP will be mechanically checked daily during the drilling operation.

#### 6. Mud Program:

Interval	Mud weight lbs./gal.	Viscosity Sec./OT.	Fluid Loss Ml/30 Mins.	Mud Type
0-2000 2000-T.D.	Air/Clear Water 8.4-12.0	30	No Control 8-10	Water/Gel Water/Gel

#### 7. Auxiliary Equipment

Upper Kelly cock, full opening stabbing valve, 2 ½" choke manifold and pit level indicator.

#### 8. Testing, Coring, Sampling and Logging:

a) Test: None are anticipated.

b) Coring: There is the possibility of sidewall coring.

c) Sampling: Every 10' from 2000' to T.D.

d) Logging: Type Interval

DLL/SFL W/GR and SP T.D. to Surf. Csg FDC/CNL W/GR and CAL T.D. to Surf. Csg

#### 9. Abnormalities (including sour gas):

No abnormal pressures, temperatures or other hazards are anticipated. Oil and gas shows are anticipated in the Wasatch Formation. Other wells drilled in the area have not encountered over pressured zones or H2S.

#### 10. Drilling Schedule:

The anticipated starting date is November 1, 2004. Duration of operations is expected to be 30 days.

# THE HOUSTON EXPLORATION COMPANY 13 POINT SURFACE USE PLAN

FOR WELL

**BONANZA 14-16** 

LOCATED IN SE 1/4 SW 1/4

**SECTION 16, T.9S, R24E, S.L.B.&M.** 

**UINTAH COUNTY, UTAH** 

**LEASE NUMBER: ML-46526** 

SURFACE OWNERSHIP: FEDERAL

#### 1. Existing Roads:

To reach The Houston Exploration Co well Bonanza #14-16 in Section 16, T9S, R 24 E, Starting in Vernal, Utah.

Proceed in an easterly, then southerly direction from Vernal, Utah along US Highway 40 approximately 3.9 miles to the junction of State Highway 45; exit right and proceed in a southerly, then southeasterly direction approximately 37.9 miles on State Highway 45 to the junction of this road and an existing road to the southwest, turn right and proceed in a southwesterly direction approximately 2.3 miles to the beginning of the proposed access to the south; follow road flags in a southeasterly direction approximately 400' to the proposed location.

Total distance from Vernal, Utah to the proposed well location is approximately 42.6 miles.

All existing roads to the proposed location are State of Utah, BLM maintained or County Class D roads.

Please see the attached map for additional details.

#### 2. Planned access road

The proposed access road will be approximately 400' +/- of new construction on lease. The road will be graded once per year minimum and maintained.

A) Approximate length	400 ft
B) Right of Way width	30 Ft.
C) Running surface	18 Ft.
D) Surface material	Native
soil	
E) Maximum grade	5%
F) Fence crossing	None
G) Culvert	
None	
H) Turnouts	None
I) Major cuts and fills	None
J) Road Flagged	
Yes	
K) Access road surface	ownership
	State
L) All new construction	n on lease
	Yes
M) Pipe line crossing	None

Please see the attached location plat for additional details.

A right of way will not be required.
All surface disturbances for the road and location will be within the lease boundary.

#### 3. Location of existing wells

The following wells are located within

a one-mile radius of the location site.

A) Producing well	None
B) Water well	None
C) Abandoned well	None
D) Temp. abandoned well	None
E) Disposal well	None
F) Drilling /Permitted well	
Bonanza 4D-16	
G) Shut in wells	None

H) Injection well

None

I) Monitoring or observation well

None

Please see the attached map for additional details.

4. Location of tank batteries, production facilities and production gathering service lines.

All production facilities are to be contained within the proposed location site. Please see the attached

plat plan for a typical gas well separator installation and well site piping.

All permanent (on site for more than

six months or longer) structures constructed or installed will be painted a Desert Tan color. Facilities required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded. The required paint color is Desert Tan.

All tanks will be surrounded by a dike of sufficient capacity to contain the storage capacity of the largest tank in the battery. The integrity of the dike will be maintained.

The operator will adhere to all site security guidelines and regulation identified in 43 cfr 3126.7.

All off lease storage, off lease measurement, commingling on lease or off lease, of production, will have prior written approval form the authorized officer. If the well is capable of economic production a surface gas line will be required.

Approximately 550° +/- of 3° gathering line would be constructed on Federal Lands. The line would tie into the proposed pipeline in Sec. 16, T9S, R24E. The line will be strung cross-country to the south side of the access road and the west sidelocation.

Please see the attached location diagrams for pipeline location. There will be no additional surface disturbances required for the installation of a gathering line.

The gas meter run will be located within 500' of the wellhead. The gas line will be buried or anchored down from the wellhead to the meter. Meter runs will be housed and/or fenced.

The gas meter will be calibrated and the tank strapped in place prior to any deliveries. Tests for meter accuracy will be conducted monthly for the first three months on new meter installations and at least quarterly thereafter. The authorized officer will be provided with a date and time for the initial meter calibration and all future meter-proving schedules. A copy of the meter calibration report will be submitted to the BLM's Vernal District office and State of Utah, Division of Oil, Gas, and Mining. All measurement facilities will conform to API (American Petroleum Institute) and AGA (American Gas Association)

standards for gas and liquid hydrocarbon measurement.

#### 5. Location and type of water supply

Water for drilling and cementing will come from the White River

at

the Bonanza Bridge, Permit # - T75376.

#### 6. Source of construction materials

All construction material for this location site and access road shall be borrow material accumulated during construction of the location site and access road. Additional road gravel or pit lining material will be obtained from private resources.

# 7. Methods for handling waste disposal

#### A) Pit construction and liners:

The reserve pit will be approximately 12 ft. deep and most of the depth shall be below the surface of the existing ground Please see the attached plat for details.

The reserve pit will be lined.

The reserve pit will be used to store water for drilling. A semi-closed system will be used to drill the well. All fresh water for drilling will come from a frac tank placed on location and from the rig tank. The pit will be used to hold non-flammable materials such as cuttings, salt, drilling fluids, chemicals, produced fluids, etc.

#### B) Produced fluids:

Produced water will be confined to the reserve pit, or if deemed necessary, a storage tank for a period not to exceed 90 days after initial production. During the 90-day period an application for approval for permanent disposal method and location will be submitted to the authorized officer.

#### C) Garbage:

A trash cage fabricated from expanded metal will be used to hold trash on location and will be removed to an authorized landfill location.

#### D) Sewage:

A portable chemical toilet will be supplied for human waste.

#### E) Site clean-up:

After the rig is moved off the location the well site area will

be cleaned and all refuse removed.

#### 8. Ancillary facilities

There are no ancillary facilities planned at this time and none

are

foreseen for the future.

#### 9. Well-site layout

L) Flare Pit

Location dimensions are as follows:

A) Pad length	330 ft.			
B) Pad width	240 ft.			
C) Pit depth	12 ft.			
D) Pit length	147 ft.			
E) Pit width	75 ft.			
F) Max cut	23.9 ft.			
G) Max fill	10.6ft			
H) Total cut yds.	12,330 cu yds			
I) Pit location	east side			
J) Top soil location south er				
K) Access road location				
	west end			

Please see the attached location diagram for additional details.

corner B

All pits will be fenced according to the following minimum

standards:

A) Thirty nine inch net wire shall

be used with at least one strand of wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.

- B) The net wire shall be no more than 2 inches above the ground. The barbed wire shall be 3 inches above the net wire. Total height of the fence shall be at leas 42 inches.
- C) Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.
- D) Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than 16 ft.
- E) All wire shall be stretched by using a stretching device before it is attached to the corner posts.

# 10. Plans for restoration of the surface

Prior to construction of the location, the top 6 inches of soil material will be stripped off the location and the pit area. The topsoil removed and piled will amount to approximately 1,730 cubic yards of material. Topsoil

will be stockpiled in one distinct pile. Placement of the topsoil is noted on the attached location plat. The topsoil pile from the location will be seeded as soon as the soil is stock piled with the seed mix listed. When all drilling and completion activities have been completed and the pit backfilled the topsoil from the pit area will be spread on the pit area. The pit area will be seeded when the soil has been spread. The unused portion of the location (the area outside the dead men) will be re-contoured.

The dirt contractor will be provided with an approved copy of the surface use plan prior to construction activities.

Changes to the drainage during the construction activities shall be restored to its original line of flow or as near as possible when the pit is back-filled

All disturbed areas will be recontoured to the approximate natural contours. Prior to back filling the pit the fences around the reserve pit will be removed.

The reserve pit will be reclaimed within 90 days of well completion. If the reserve pit has not dried sufficiently to allow back filling, an extension on the time requirement for back filling the pit will be requested. Once reclamation activities have begun, they shall be completed within 30 days.

After the reserve pit has been reclaimed, no depressions in the soil covering the reserve pit will be allowed. The objective is to keep seasonal rainfall and run off from seeping into the soil used to cover the reserve pit. Diversion ditches and water bars will be used to divert the run off as needed.

When restoration activities have been completed, the location site and new access road cuts and shoulders shall be reseeded. Prior to reseeding, all disturbed areas will be scarified. And left with a rough surface.

#### A) Seeding dates:

Seed will be spread when topsoil is stock piled and when reclamation work is performed.

The seed mix and quantity list will be used whether the seed is broadcast or drilled.

#### B) Seed Mix

Shad scale

4#/acre

Galleta Grass

4#/acre

Wyoming Big Sage

1#/acre

#### 11. Surface ownership:

Access road Federal/State

Location State
Pipe line State

#### 12. Other information:

#### A) Vegetation

The vegetation coverage is Slight. The majority of the existing vegetation consists of non-native species. Rabbit brush, bitter brush, and

#### Indian

Rice grass and Sagebrush are also found on the location.

#### B) Dwellings:

There are no dwelling or other facilities within a onemile radius of the location.

#### C) Archeology:

The location has been surveyed. A copy of that survey will be forwarded to your office.

If, during operations, any archaeological or historical sites, or any objects of antiquity (subject to the antiquities act of June 8, 1906) are discovered, all operations, which would affect such sites, will be suspended and the discovery reported promptly to the surface management agency.

#### D) Water:

The nearest water is the White

River located 3 miles to the South.

#### E) Chemicals:

No pesticides, herbicides or other possible hazardous chemicals will be used without prior application.

#### F) Notification:

- a) Location Construction At least forty eight (48) hours prior to construction of location and access roads.
- b) Location completion Prior to moving on the drilling rig.
- c) Spud notice At least twenty-four (24) hours prior to spudding the well.
- d) Casing string and cementingAt least twenty-four
- (24)
  hours prior to running casing and cementing
- all casing strings.
- e) BOP and related equipment tests At least twenty-four (24) hours prior to initial pressure tests.
- f) First production notice Within five (5) business days after the new well begins, or production resumes after well has been off production for more than 90 days.

#### G) Flare pit:

The flare pit will be located in corner B of the reserve pit out side the pit fences and 100 feet from the bore hole on the east side of the location. All fluids will be removed from the pit within 48 hours of occurrence.

# 13. Lessees or Operator's representative and certification

#### A) Representative

William A. Ryan Rocky Mountain Consulting Vernal, UT 84078

Office 435-789-0968 Fax 435-789-0970 Cellular 435-828-0968

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, onshore oil and gas orders, and any applicable notices to lessees. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

This drilling permit will be valid for a period of one year from the date of approval. After permit termination, a new application will be filed for approval for any future operations.

#### B) Certification:

I hereby certify that I, or persons

under my direct supervision, have

inspected the proposed drill-site and access route that I am familiar with the conditions

which

presently exist, that the statements

made in this plan are, to the best of my knowledge and belief, true and correct, and that the work associated with the operation proposed herein will be preformed by The Houston Exploration Company and its contractors and subcontractors in conformity with this plan and terms and conditions with this plan and the terms and

conditions

under which it is approved.

Date Sept N 200 X

William A. Ryan, Agent
Rocky Mountain Consulting

**Onsite Dates:** 

## Statement of use of Hazardous Materials

No chemical(s) from the EPA's consolidated list of Chemicals subject to Reporting under Title III of the Superfund Amendments and Reauthorization, Act (SARA) of 1986. Will be used, produced, transported, stored, disposed, or associated with the proposed action. No extremely hazardous substances, as defined in 40 cfr 355, will be used, produced, stored transported, disposed, or associated with the proposed action.

If you require additional information please contact.

William A Ryan Agent for The Houston Exploration Company Rocky Mountain Consulting 350 S. 800 E. Vernal UT 84078

435-789-9068 Office 435-828-968 Cell 435-789-0970 Fax

# THE HOUSTON EXPLORATION COMPANY

**BONANZA #14-16** 

LOCATED IN UINTAH COUNTY, UTAH SECTION 16, T9S, R24E, S.L.B.&M.

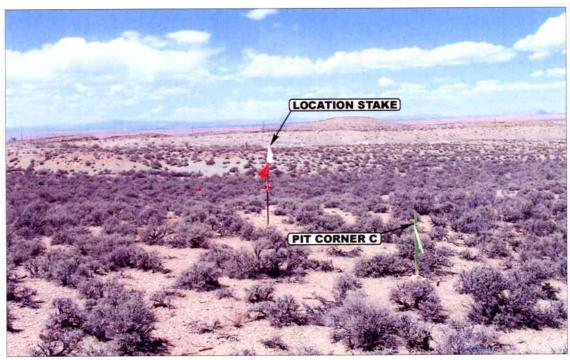


PHOTO: VIEW FROM PIT CORNER C TO LOCATION STAKE

**CAMERA ANGLE: NORTHWESTERLY** 

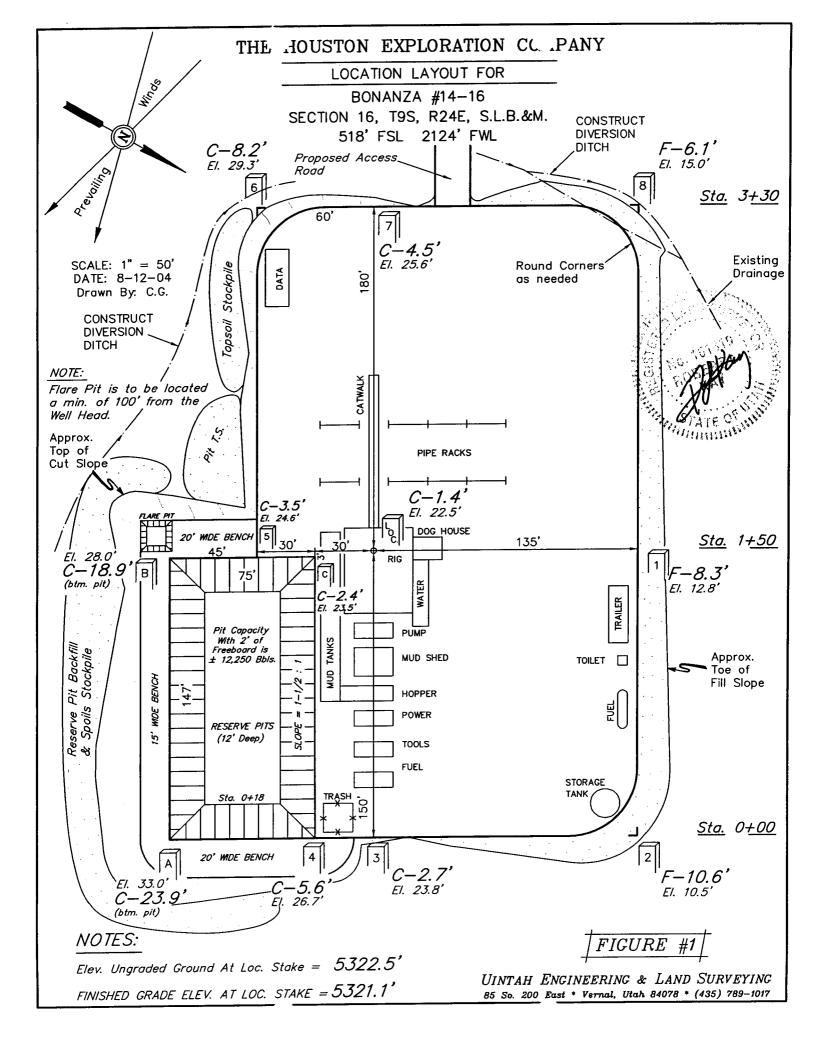


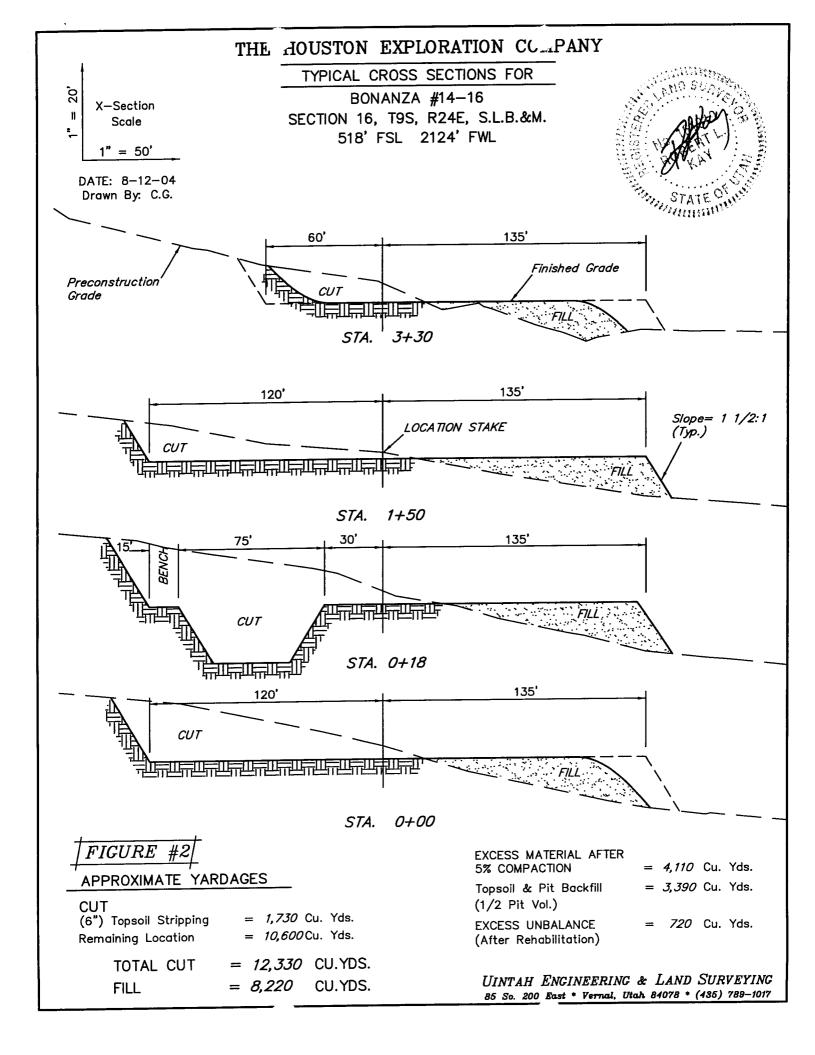
PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

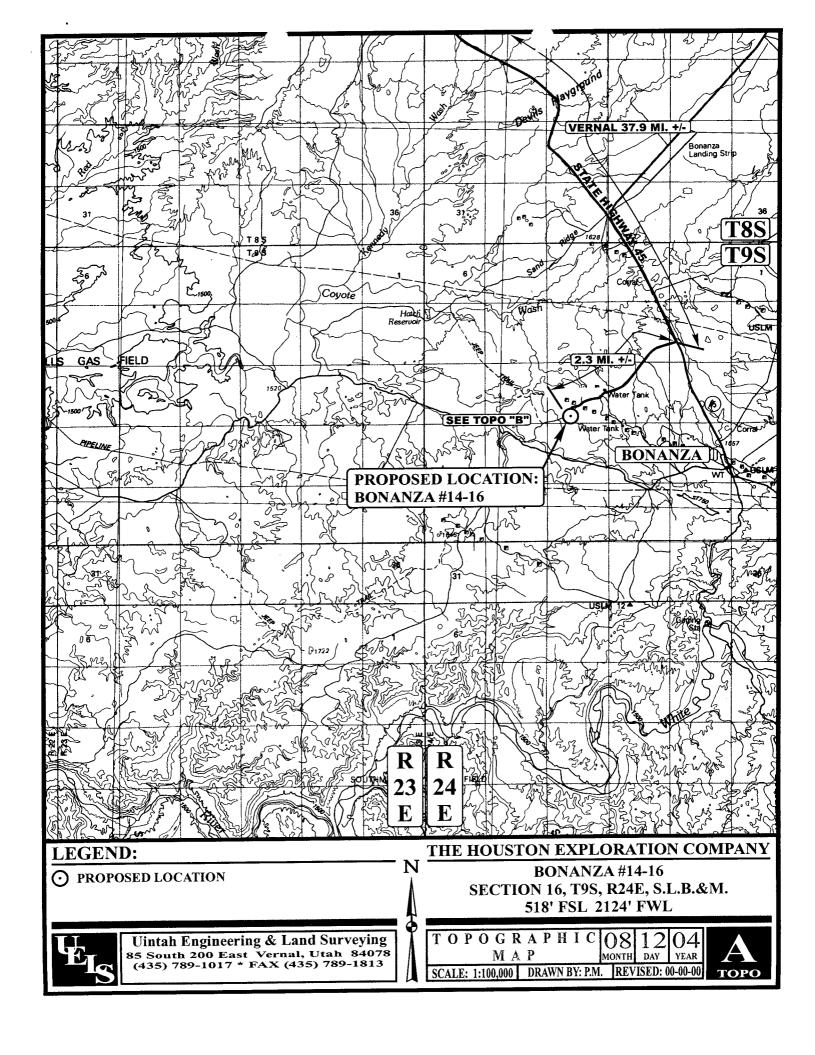
**CAMERA ANGLE: SOUTHEASTERLY** 

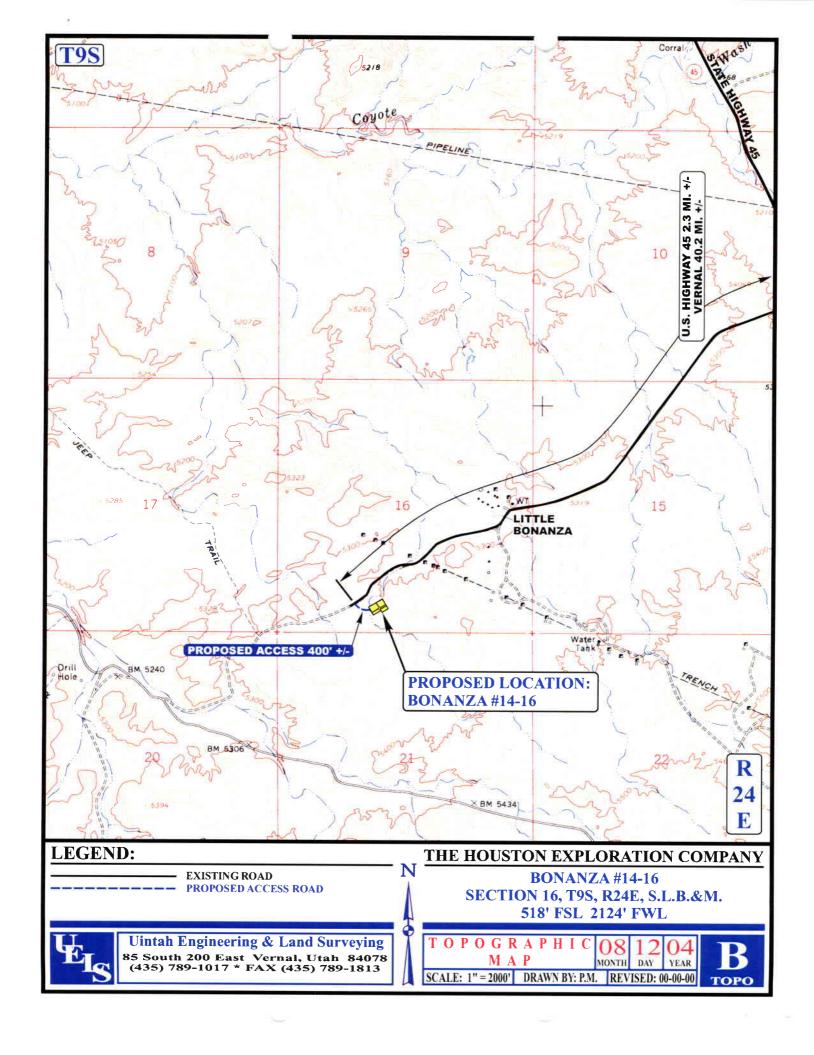


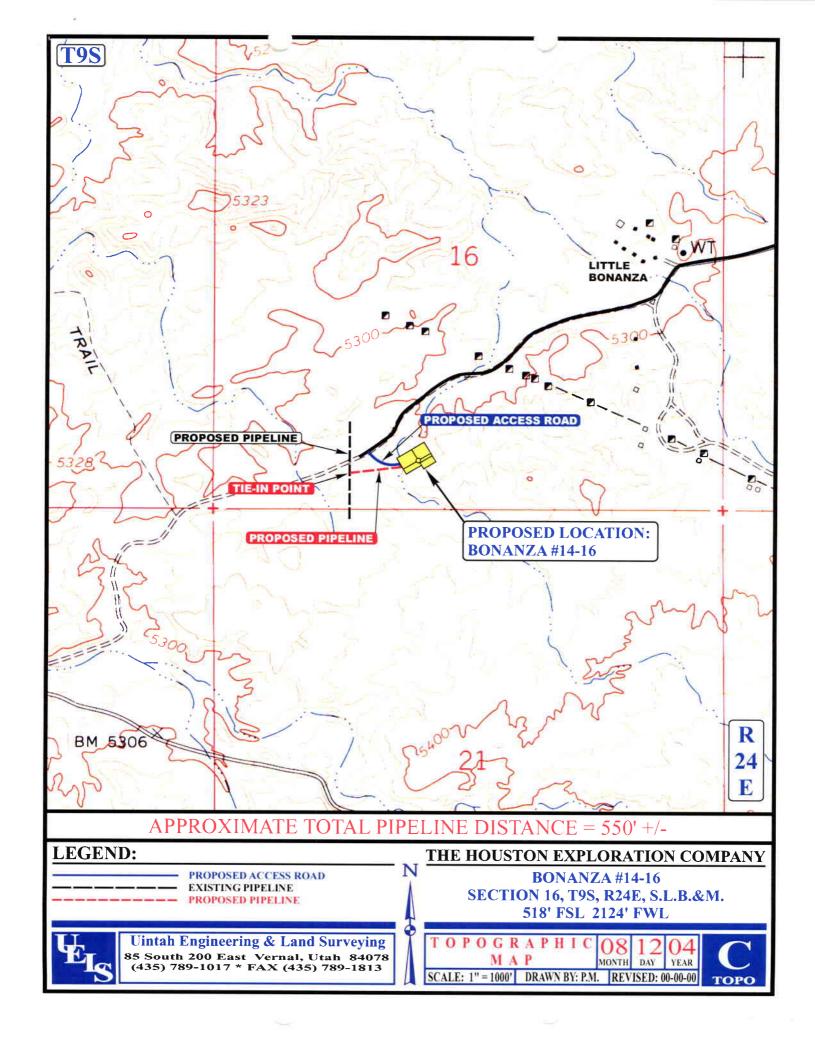
		00	10	0.4	
LOCATION PHOTOS		08	12	[04]	рното
		MONTH	DAY	YEAR	
TAKEN BY: B.B.	DRAWN BY: P.M	. REV	ISED: 0	0-00-00	

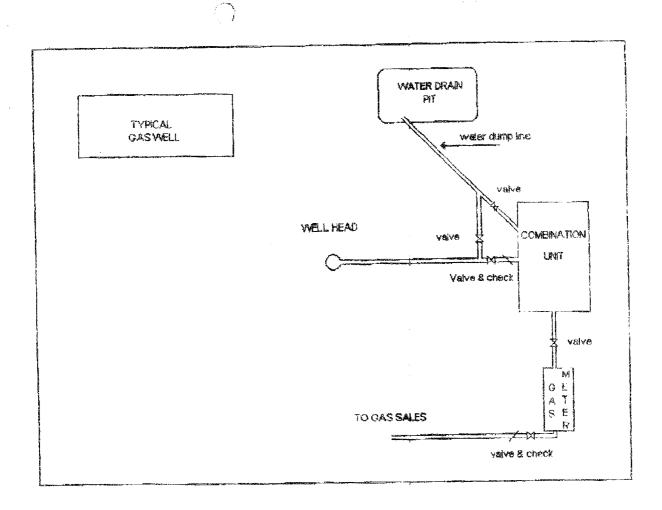






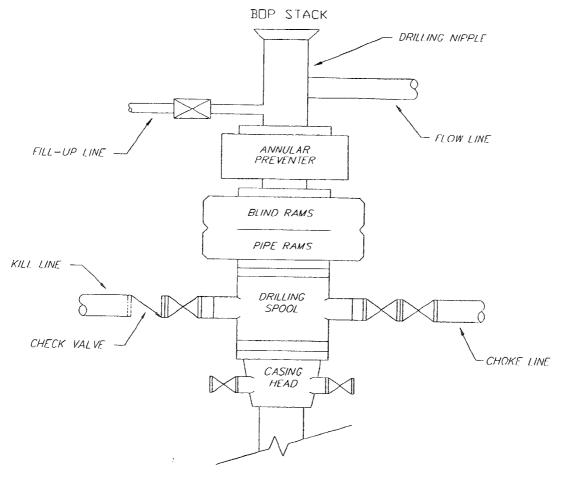




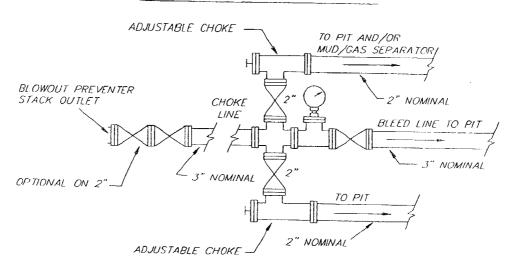


### THE HOUSTON EXPLORATION COMPANY

# TYPICAL 3,000 p.s.i. BLOWOUT PREVENTER SCHEMATIC

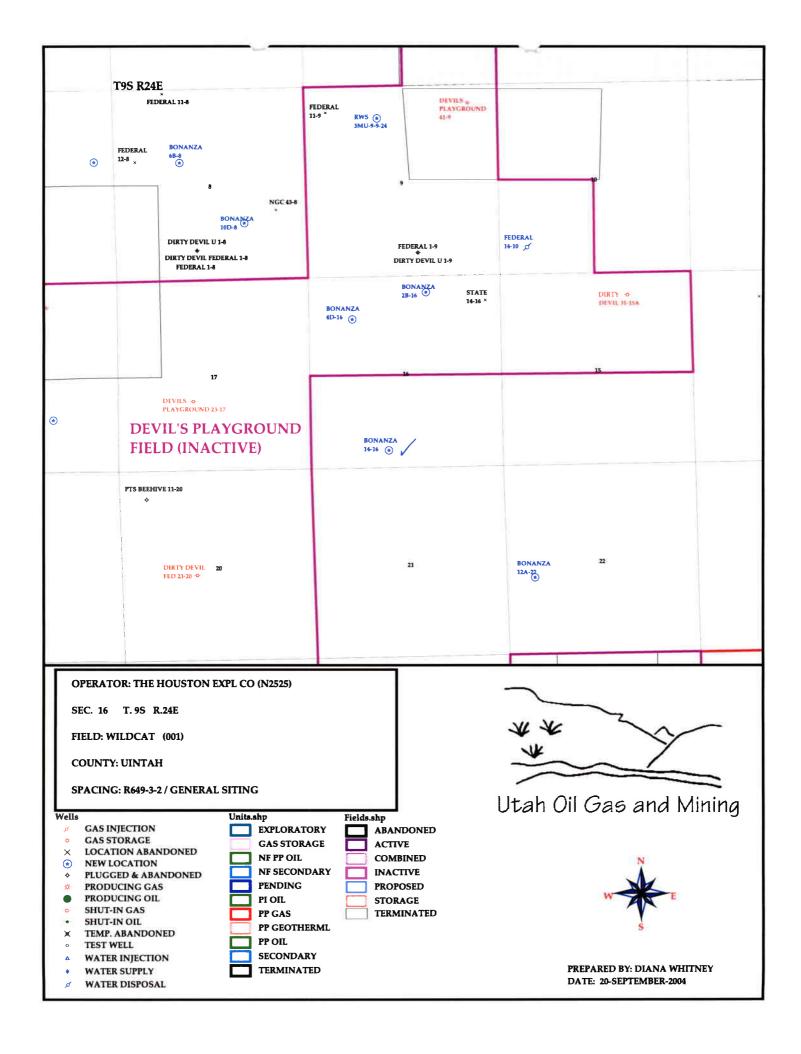


#### TYPICAL 3,000 p.s.i. CHOKE MANIFOLD SCHEMATIC



#### APPLICATION FOR PERMIT TO DRILL

APD RECEIVE	ED: 09/16/2004	API NO. ASSIGNED: 43-047-35941							
OPERATOR:	BONANZA 14-16 HOUSTON EXPLORATION CO, ( N2525 ) BILL RYAN	PHONE NUMBER: 435-789-9068							
PROPOSED LO	OCATION:	TNODEOR LOGARIA	T. DV	,					
	16 090S 240E : 0518 FSL 2124 FWL		BY: / /	T					
	051 <b>8</b> FSL 2124 FWL	Tech Review	Initials	Date					
UINTAH	/	Engineering	DRD	10/29/04					
WILDCAT		Geology							
	3 - State	Surface							
SURFACE OWN	ER: ML-46526 NER: 3 - State DRMATION: M <del>NES</del> MVRd PHANE WELL? NO	LATITUDE: 40.0 LONGITUDE: -109							
RECEIVED AN	ND/OR REVIEWED:	LOCATION AND SITE	ING:						
Bond (No No Potas Noil S Water (No RDCC (Da	T75376 )  Review (Y/N)  te: )  Surf Agreement (Y/N)	Unit R649-3-2.	General From Qtr/Qtr & 920' Exception	Between Wells					
COMMENTS: _	Necus Pand	(10-19-04)							
STIPULATION	NS: 1 Spacing Org Hace Csy (mt St.p 3. STATE	mont of Ba	ŝ(s						



From:

Ed Bonner

To:

Whitney, Diana

Date:

10/15/2004 1:57:07 PM

Subject:

Well Clearance

The following wells have been given cultural resource clearance by the Trust Lands Cultural Resources Group:

EOG Resources, Inc

Chapita Wells Unit 853-32

(One site in proposed access/pipeline corridor. EOG must stay on existing road.)

The Houston Exploration Company

Bonanza 14-16

Bonanza 6-20

Bonanza 12-20

Bonanza 14-20

If you have any questions regarding this matter please give me a call.

CC:

Garrison, LaVonne; Hill, Brad; Hunt, Gil

# ON-SITE PREDRILL EVALUATION Division of Oil, Gas and Mining

OPERATOR: THE HOUSTON EXPLORATION COMPANY

WELL NAME & NUMBER: BONANZA 14-16

**API NUMBER:** 43-047-35941

LEASE: ML-46526 FIELD/UNIT: WILDCAT

LOCATION: 1/4,1/4 SE/SW Sec: 16 TWP: 9S RNG: 24E 2124' FWL 518' FSL LEGAL WELL SITING: 460 F SEC. LINE; 460 F 1/4,1/4 LINE; 920F ANOTHER WELL.

GPS COORD (UTM): 651865E 4432401N SURFACE OWNER: STATE OF UTAH

#### **PARTICIPANTS**

DAVID W. HACKFORD (DOGM), GINGER STRINGHAM (HOUSTON), TWO DIRT CONTRACTORS, FLOYD BARTLETT (DWR).

### REGIONAL/LOCAL SETTING & TOPOGRAPHY

SITE IS IN AN AREA OF LOW ROLLING HILLS AND VERY SHALLOW DRAWS DRAINING GRADUALLY TO THE NORTH. THESE SHALLOW DRAWS EVENTUALLY DRAIN TO COYOTE WASH 2.0 MILES TO THE NORTH. THE WHITE RIVER IS 4.5 MILES TO THE SOUTH. THIS SITE IS 43.0 MILES SOUTH OF VERNAL, UTAH AND 0.7 MILES SOUTHWEST OF LITTLE BONANZA, UTAH.

#### SURFACE USE PLAN

CURRENT SURFACE USE: WILDLIFE AND LIVESTOCK GRAZING, HUNTING.

PROPOSED SURFACE DISTURBANCE: LOCATION WILL BE 345' BY 240'. ACCESS ROAD WILL BE 400 FEET.

LOCATION OF EXISTING WELLS WITHIN A 1 MILE RADIUS: SEE ATTACHED MAP FROM GIS DATABASE.

LOCATION OF PRODUCTION FACILITIES AND PIPELINES: ALL PRODUCTION FACILITIES WILL BE ON LOCATION AND ADDED AFTER DRILLING WELL. PIPELINE WILL RUN WEST FOR 300' TO THE TIE IN POINT.

SOURCE OF CONSTRUCTION MATERIAL: <u>ALL CONSTRUCTION MATERIAL WILL BE</u> BORROWED FROM SITE DURING CONSTRUCTION OF LOCATION.

ANCILLARY FACILITIES: NONE WILL BE REQUIRED.

WILL DRILLING AT THIS LOCATION GENERATE PUBLIC INTEREST OR CONCERNS? EXPLAIN: YES. THERE ARE NUMEROUS GILSONITE MINES IN THIS SECTION. THE CLOSEST IS 0.3 MILES TO THE NORTHEAST.

#### WASTE MANAGEMENT PLAN:

DRILLED CUTTINGS WILL BE SETTLED INTO RESERVE PIT. LIQUIDS FROM PIT WILL

BE ALLOWED TO EVAPORATE. FORMATION WATER WILL BE CONFINED TO STORAGE TANKS. SEWAGE FACILITIES, STORAGE AND DISPOSAL WILL BE HANDLED BY COMMERCIAL CONTRACTOR. TRASH WILL BE CONTAINED IN TRASH BASKETS AND HAULED TO AN APPROVED LAND FILL.

ENVIRONMENTAL P	PARAMETERS
-----------------	------------

AFFECTED FI	COOPLATIS	AND/OR	WETLANDS:	NONE	

FLORA/FAUNA: SAGE, GREASEWOOD, SPINY HOPSAGE, PRICKLY PEAR, HORSEBRUSH, NATIVE GRASSES, SHADSCALE: RODENTS, SONGBIRDS, RAPTORS, COYOTE, RABBITS, BOBCAT, PRONGHORN.

SOIL TYPE AND CHARACTERISTICS: LIGHT BROWN SANDY CLAY.

EROSION/SEDIMENTATION/STABILITY: VERY LITTLE NATURAL EROSION.

SEDIMENTATION AND STABILITY ARE NOT A PROBLEM AND LOCATION CONSTRUCTION
SHOULDN'T CAUSE AN INCREASE IN STABILITY OR EROSION PROBLEMS.

PALEONTOLOGICAL POTENTIAL: NONE OBSERVED

#### RESERVE PIT

CHARACTERISTICS: 147' BY 75' AND 12' DEEP.

LINER REQUIREMENTS (Site Ranking Form attached): A LINER WILL NOT BE REQUIRED FOR RESERVE PIT.

#### SURFACE RESTORATION/RECLAMATION PLAN

AS PER SITLA.

SURFACE AGREEMENT: AS PER SITLA.

CULTURAL RESOURCES/ARCHAEOLOGY: SITE WAS INSPECTED BY SAGEBRUSH ARCHEOLOGICAL CONSULTANTS. A REPORT OF THIS INVESTIGATION WILL BE PLACED ON FILE.

#### OTHER OBSERVATIONS/COMMENTS

THIS PREDRILL INVESTIGATION WAS CONDUCTED ON A COOL, WINDY DAY WITH NO SNOW COVER.

#### ATTACHMENTS

PHOTOS OF THIS SITE WERE TAKEN AND PLACED ON FILE.

DAVID W. HACKFORD DOGM REPRESENTATIVE

10/19/04, 12:30 PM DATE/TIME

# Evaluation Ranking Criteria and Ranking Score For Reserve and Onsite Pit Liner Requirements

Site-Specific Factors	Ranking	Site Ranking
Distance to Groundwater (feet)		
>200	0	
100 to 200	5	
75 to 100	10	
25 to 75	15	0
<25 or recharge area	20	
Distance to Surf. Water (feet)		
>1000	0	
300 to 1000	2 10	
200 to 300 100 to 200	15	
< 100	20	0
Distance to Nearest Municipal		
Distance to Nearest Municipal Well (feet)		
>5280	0	
1320 to 5280	5	
500 to 1320	10	
<500	20	0
Distance to Other Wells (feet)	0	
>1320	0 10	
300 to 1320	20	0
<300	20	
Native Soil Type		
Low permeability	0	
Mod. permeability	10	1.0
High permeability	20	<u>10</u>
Fluid Type		
Air/mist	0	
Fresh Water	5	
TDS >5000 and <10000	10	
TDS >10000 or Oil Base Mud Fluid	15	
containing significant levels of		_
hazardous constituents	20	5
Drill Cuttings		
Normal Rock	0	
Salt or detrimental	10	0
Annual Precipitation (inches)		
<10	0	
10 to 20	5	•
>20	10	0
Affected Populations		
<10	0	
10 to 30	6	
30 to 50	8	_
>50	10	0
Presence of Nearby Utility		
Conduits		
Not Present	0	
Unknown	10	•
Present	15	0

15 (Level I Sensitivity)

Sensitivity Level I = 20 or more; total containment is required.

Sensitivity Level II = 15-19; lining is discretionary.

Sensitivity Level III = below 15; no specific lining is required.

Final Score









### DIVISION OF OIL, GAS AND MINING APPLICATION FOR PERMIT TO DRILL STATEMENT OF BASIS

OPERATOR:	THE HOUSTON EXPLORATION COMPANY
WELL NAME & NUMBER:	BONANZA 14-16
API NUMBER:	43-047-35941
<b>LOCATION:</b> 1/4,1/4 <u>SE/SW</u> Sec:	16 TWP: 98 RNG: 24E 2124' FWL 518' FSL
Geology/Ground Water:	
Houston proposes to set 2 000' of sur	rface casing at this location. The depth to the base of the moderately

Houston proposes to set 2,000' of surface casing at this location. The depth to the base of the moderately saline water at this location is estimated to be at a depth of 3,800'. A search of Division of Water Rights records shows 1 water well within a 10,000 foot radius of the proposed location. This well is 290' deep and over 1.75 miles from the proposed location. The stated use is for stock watering. The surface formation at this site is the Green River Formation. The Green River Formation is made up of interbedded limestones, shales and sandstones. The proposed casing and cementing program should adequately protect any underground sources of useable water.

Reviewer:	Brad Hill	Date:_	10-25-04
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#### **Surface:**

The predrill investigation of the surface was performed on 10/19/04. Floyd Bartlett with DWR and Ed Bonner with SITLA were invited to this investigation on 09/30/04. Mr. Bartlett was present. He had no concerns regarding the construction of this location or the drilling of this well. This site is on State surface, with State minerals, and appears to be the best site for a location in the immediate area. There are numerous gilsonite mines in this section. The closest is 0.3 miles to the northeast. I instructed both dirt contractors and Ms. Stringham to notify the mining company at Little Bonanza before doing any blasting while constructing this location or reserve pit. This location will be 15' longer than shown on figure #1 of the engineering plan. The reason for this is to allow room for a boiler which will be needed for the drilling rig as this well will be drilled during winter months. Mr. Bartlett presented Ms. Stringham with a DWR approved seed mix to be used when reserve pit is reclaimed and for the shoulders of the access road. A 36" culvert will be installed where access road enters the west side of location.

Reviewer:	David W. Hackford	<b>Date</b> : 10/21/2004
140 110 11 01 1	David W. Hackiela	Butt. 10/21/200:

#### **Conditions of Approval/Application for Permit to Drill:**

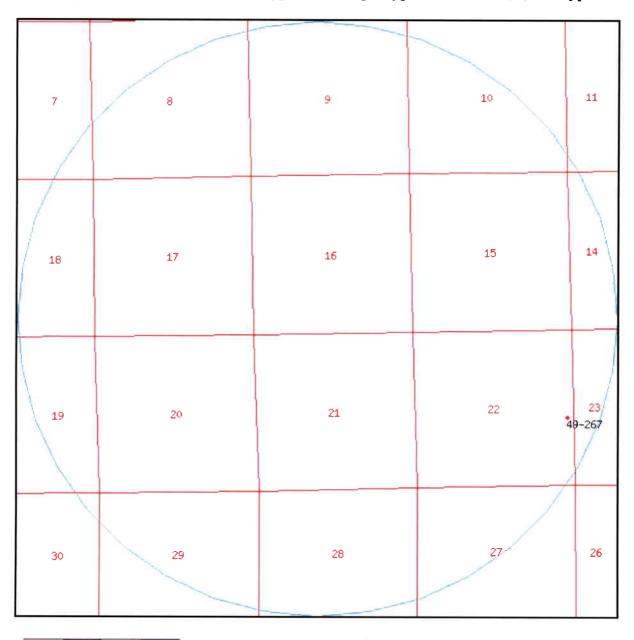
None.



#### **WRPLAT Program Output Listing**

Version: 2004.03.26.00 Rundate: 10/25/2004 01:51 PM

Radius search of 10000 feet from a point N518 E2124 from the SW corner, section 16, Township 9S, Range 24E, SL b&m Criteria:wrtypes=W,C,E podtypes=U status=U,A,P usetypes=all



<sup>0 1300 2600 3900 5200</sup> ft

### Water Rights

WR Number	Diversion Type/Location	Well Log	Status	<b>Priority</b>	Uses	<b>CFS</b>	<b>ACFT</b>	•
49-267	Underground		P	1925	S	0.016	0.000	JOSE
	N2282 W262 SE 22 9S 24E SL							<b>VER1</b>

Natural Resources | Contact | Disclaimer | Privacy Policy | Accessibility Policy

10-04 Houston Bonanza 14-16 Well name:

Operator:

**Houston Exploration** 

String type:

Surface

Project ID: 43-047-35941

Design parameters:  Collapse  Mud weight: 8.400 ppg Design is based on evacuated pipe.			Collapse: Design factor 1.125			Environment: H2S considered? Surface temperature: Bottom hole temperature: Temperature gradient: Minimum section length: No 75 °F 103 °F 1.40 °F/100ft			
<u>Burst</u>				Burst: Design fact	tor	1.00	Cement top:		311 ft
pr Interi Calci	anticipated s ressure: nal gradient: ulated BHP ackup mud s	1	1,760 psi 0.120 psi/ft 2,000 psi	Tension: 8 Round S 8 Round L Buttress:		1.80 (J) 1.80 (J) 1.60 (J)	Non-directio	nal string.	
				Premium: Body yield: Tension is Neutral poi	based on bu	1.50 (J) 1.50 (B) oyed weight. 1,749 ft	Next set Next mu Next set Fracture Fracture	uent strings: ting depth: d weight: ting BHP: mud wt: depth: pressure	8,300 ft 9.000 ppg 3,881 psi 19.250 ppg 2,000 ft 2,000 psi
Run Seq	Segment Length	Size	Nominal Weight	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Internal Capacity (ft³)
1	<b>(ft)</b> 2000	(in) 8.625	( <b>lbs/ft)</b> 36.00	J-55	ST&C	2000	2000	7.7	143.6
Run Seq	Collapse Load (psi) 873	Collapse Strength (psi) 3450	Collapse Design Factor 3.953	Burst Load (psi) 2000	Burst Strength (psi) 4460	Burst Design Factor 2.23	Tension Load (Kips) 63	Tension Strength (Kips) 434	Tension Design Factor 6.89 J

Prepared Clinton Dworshak by: Utah Div. of Oil & Mining Phone: (801) 538-5280 FAX: (801) 359-3940

Date: October 26,2004 Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 2000 ft, a mud weight of 8.4 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Well name:

10-04 Houston Bonanza 14-16

Operator:

**Houston Exploration** 

String type:

Production

Project ID: 43-047-35941

Design parameters: Collapse Mud weight: Design is based on evacu	9.000 ppg uated pipe.	Minimum design f Collapse: Design factor	factors: 1.125	Environment: H2S considered? Surface temperature: Bottom hole temperature Temperature gradient: Minimum section length:	1.40 °F/100ft
		Burst: Design factor	1.00	Cement top:	4,589 ft
<u>Burst</u>		· ·			
Max anticipated surface pressure: Internal gradient: Calculated BHP No backup mud specified	2,919 psi 0.120 psi/ft 3,927 psi	Tension: 8 Round STC: 8 Round LTC: Buttress: Premium: Body yield:	1.80 (J) 1.80 (J) 1.60 (J) 1.50 (J) 1.50 (B)	Non-directional string.	
		Tension is based on Neutral point:	buoyed weight. 7,270 ft		

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Internal Capacity (ft³)
1	8400	4.5	11.60	M-65	LT&C	8400	8400	3.875	194.7
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (Kips)	Tension Strength (Kips)	Tension Design Factor
1	3927	5560	1.416	3927	6320	1.61	84	188	2.23 J

Prepared by: Clinton Dworshak

Utah Div. of Oil & Mining

Phone: (801) 538-5280 FAX: (801) 359-3940

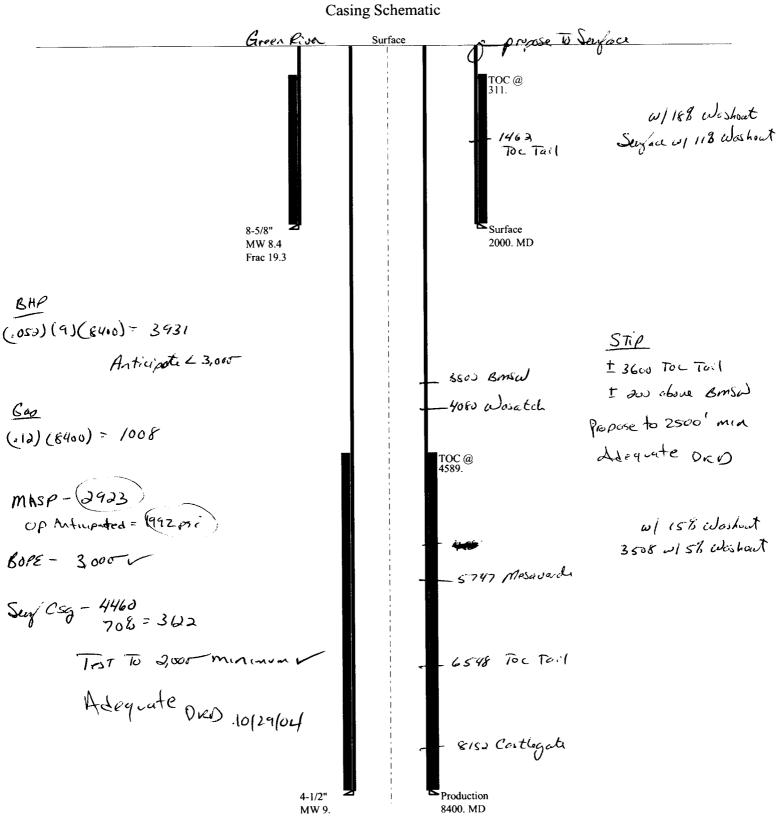
Date: October 26,2004 Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 8400 ft, a mud weight of 9 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

# 10-04 Houston Bonanza 14 . 6





State of Utah

Department of Natural Resources

ROBERT L. MORGAN Executive Director

Division of Oil, Gas & Mining

LOWELL P. BRAXTON
Division Director

OLENE S. WALKER
Governor

GAYLE F. McKEACHNIE
Lieutenant Governor

November 1, 2004

Houston Exploration Company 1100 Louisiana, Suite 2000 Houston, TX 77002

Re:

Bonanza 14-16 Well, 518' FSL, 2124' FWL, SE SW, Sec. 16, T. 9 South,

R. 24 East, Uintah County, Utah

#### Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-35941.

Sincerely,

John R. Baza Associate Director

pab Enclosures

cc: Uintah County Assessor

**SITLA** 



Operator:	Houston Exploration Company	
Well Name & Number	Bonanza 14-16	
API Number:	43-047-35941	
Lease:	ML-46526	

Location: <u>SE SW</u>

Sec. 16

T. 9 South

**R.** 24 East

#### **Conditions of Approval**

#### 1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

#### 2. Notification Requirements

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- 24 hours prior to cementing or testing casing
- 24 hours prior to testing blowout prevention equipment
- 24 hours prior to spudding the well
- within 24 hours of any emergency changes made to the approved drilling program
- prior to commencing operations to plug and abandon the well

The following are Division of Oil, Gas and Mining contacts and their work telephone numbers (please leave a voice mail message if the person is not available to take the call):

- Dan Jarvis at (801) 538-5338
- Carol Daniels at (801) 538-5284 (spud)

#### 3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. Compliance with the State of Utah Antiquities Act forbids disturbance of archeological, historical, or paleontological remains. Should archeological, historical or paleontological remains be encountered during your operations, you are required to immediately suspend all operations and immediately inform the Trust Lands Administration and the Division of State History of the discovery of such remains.
- 5. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)
- 6. Surface casing shall be cemented to the surface.

Page 2 API #43-047-35941 November 1, 2004

7. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

#### STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

FORM 6

K

005

#### **ENTITY ACTION FORM**

Operator:

The Houston Exploration Company

Operator Account Number: N 2525

Address:

1100 Louisiana. Suite 2000

City Houston

77002 state TX

Phone Number: (713) 830-6890

Wall 4

43-047-35922	Bonanza 12A	-22	nwsw	22	98	24E	Uint	ah
A	99999	14520	1/4/0	05		1/	125/	05

43-047-35941 **Vintah** Bonanza 14-16 1/19/05 99999 MURD Comments:

Commente:

#### **ACTION CODES**;

- A Establish new entity for new well (single well only)
- B Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to another existing entity
- D Re-assign well from one existing entity to a new entity
- E Other (Explain In 'comments' section)

Theresa Overturf

Engineering Technicism 1/20/05

(5/2000)

RECEIVED

JAN 2 1 2005

#### STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

0 0 6 DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER: ML 46526			
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT or CA AGREEMENT NAME:			
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: Bonanza 14-16			
2. NAME OF OPERATOR:	9. API NUMBER:			
The Houston Exploration Company  3. ADDRESS OF OPERATOR: PHONE NUMBER:	4304735941  10. FIELD AND POOL, OR WILDCAT:			
1100 Louisiana,Ste 2000 <sub>CITY</sub> Houston <sub>STATE</sub> TX <sub>ZIP</sub> 77002 (713) 830-6938	Wildcat			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 518' FSL & 2124' FWL	COUNTY: Uintah			
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SESW 16 9S 24E	STATE: UTAH			
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	ORT, OR OTHER DATA			
TYPE OF SUBMISSION  TYPE OF ACTION  DEEPEN	REPERFORATE CURRENT FORMATION			
NOTICE OF INTENT (Submit in Duplicate)  ACIDIZE  DEEPEN  ACIDIZE  FRACTURE TREAT	SIDETRACK TO REPAIR WELL			
Approximate date work will start: CASING REPAIR NEW CONSTRUCTION	TEMPORARILY ABANDON			
CHANGE TO PREVIOUS PLANS OPERATOR CHANGE	TUBING REPAIR			
CHANGE TUBING PLUG AND ABANDON	VENT OR FLARE			
SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK (Submit Original Form Only)	WATER DISPOSAL			
Date of work completion:  CHANGE WELL STATUS  PRODUCTION (START/RESUME)	WATER SHUT-OFF			
COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	OTHER:			
CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION				
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volunt 2/1/05 - 2/28/05 Drld to 2052'. Ran 8 5/8" csg, set @ 2017' & cmtd. Drld to 7935'. Log. M 130 sx "G", plug #2 @ 2065' 55 sx "G", top off plug #2 w/ 30 sx "G", plug #3 15'-12'. Well F	Aix and pump plug #1 7927'-7650', P&A 2/14/05.			
	RECEIVED			
	MAR 1 4 2005			
	DIV. OF GIL. GAS & MINING			
NAME (PLEASE PRINT), Theresa Overturf TITLE Engineering Tec	A CONTRACTOR			
SIGNATURE THE 3/8/2005				

(This space for State use only)

onlidential

#### STATE OF UTAH AMENDED REPORT FORM 8 DEPARTMENT OF NATURAL RESOURCES (highlight changes) DIVISION OF OIL, GAS AND MINING 5. LEASE DESIGNATION AND SERIAL NUMBER: ML46526 6. IF INDIAN, ALLOTTEE OR TRIBE NAME WELL COMPLETION OR RECOMPLETION REPORT AND LOG 1a. TYPE OF WELL: 7. UNIT or CA AGREEMENT NAME OIL X OTHER b. TYPE OF WORK: 8. WELL NAME and NUMBER: NEW X RE-ENTRY DIFF. RESVR. Bonanza 14-16 2. NAME OF OPERATOR: 9. API NUMBER: 4304735941 The Houston Exploration Company 3. ADDRESS OF OPERATOR: PHONE NUMBER: 10 FIELD AND POOL, OR WILDCAT 1100 Louisiana, Ste2000 CITY Houston TX ZIP 77002 (713)830-6800 Wildcat 11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: 4. LOCATION OF WELL (FOOTAGES) AT SURFACE: 518' FSL & 2124' FWL SWSW Sec 16, T9S, R24E AT TOP PRODUCING INTERVAL REPORTED BELOW 12. COUNTY 13. STATE AT TOTAL DEPTH: UTAH Uintah 14. DATE SPUDDED 15. DATÉ T.D. REACHED: 16. DATE COMPLETED: 17. ELEVATIONS (DF, RKB, RT, GL): ABANDONED X READY TO PRODUCE 2/7/05 2/13/05 2/14/05 5321' GL 18. TOTAL DEPTH: 19. PLUG BACK T.D.: MD 21. DEPTH BRIDGE 20. IF MULTIPLE COMPLETIONS, HOW MANY? PLUG SET: TVD 22. TYPE ELECTRIC AND OTHER MECHANICAL LOGS RUN (Submit copy of each) NO X WAS WELL CORED? YES (Submit analysis) Platform Express/Tuple Conte Print/GR WAS DST RUN? NO [ YES (Submit report) DIRECTIONAL SURVEY? NO YES (Submit copy) 24. CASING AND LINER RECORD (Report all strings set in well) STAGE CEMENTER **CEMENT TYPE &** SLURRY HOLE SIZE SIZE/GRADE BOTTOM (MD) AMOUNT PULLED WEIGHT (#/ft.) TOP (MD) CEMENT TOP \*\* VOLUME (BBL) DEPTH NO. OF SACKS 18" 14" 36.75# 01 401 <u>3vds rdvm</u> Surface 7 7/8" 8 5/8" 24# 0 2017' 750sx G Surface 25. TUBING RECORD SIZE DEPTH SET (MD) PACKER SET (MD) SIZE DEPTH SET (MD) PACKER SET (MD) SIZE DEPTH SET (MD) PACKER SET (MD) 26. PRODUCING INTERVALS 27. PERFORATION RECORD FORMATION NAME TOP (MD) BOTTOM (MD) TOP (TVD) BOTTOM (TVD) INTERVAL (Top/Bot - MD) SIZE NO. HOLES PERFORATION STATUS (A) Open Squeezed (B) Squeezed (C) (D) Open Squeezed 28. ACID, FRACTURE, TREATMENT, CEMENT SQUEEZE, ETC. DEPTH INTERVAL AMOUNT AND TYPE OF MATERIAL 29. ENCLOSED ATTACHMENTS: 30. WELL STATUS: X ELECTRICAL/MECHANICAL LOGS GEOLOGIC REPORT DST REPORT DIRECTIONAL SURVEY P&A SUNDRY NOTICE FOR PLUGGING AND CEMENT VERIFICATION OTHER: RECEIVED (CONTINUED ON BACK) (5/2000)

MAY 2 3 2005

31. INITIAL PRO	DUCTION			INT	ERVAL A (As show	wn in item #26)				
DATE FIRST PR	ODUCED:	TEST DATE:		HOURS TESTED	):	TEST PRODUCTION RATES: →	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL BBL:	GAS – MCF:	WATER - BBL:	INTERVAL STATUS:
	1			INTI	ERVAL B (As sho	wn in item #26)				
DATE FIRST PR	ODUCED:	TEST DATE:		HOURS TESTED		TEST PRODUCTION RATES: →	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:
	<u> </u>			INT	ERVAL C (As sho	wn in item #26)				
DATE FIRST PR	ODUCED:	TEST DATE:		HOURS TESTED	):	TEST PRODUCTION RATES: →	OIL BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL – BBL:	GAS – MCF:	WATER – BBL:	INTERVAL STATUS:
	<u> </u>			INT	ERVAL D (As sho	wn in item #26)				-
DATE FIRST PR	ODUCED:	TEST DATE:		HOURS TESTED	);	TEST PRODUCTION RATES: →	OIL – BBL:	GAS MCF:	WATER – BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG, PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:
32. DISPOSITIO	ON OF GAS (Sold	Used for Fuel, V	ented, Etc.)							
22 CUMMARY	OF BOROUS 701	IES (Include Aqui	fore):				4. FORMATION	(Log) MARKERS:	. <u>.</u>	
					tanta ingluding de					
Show all importa tested, cushion to	int zones of porosi used, time tool ope	ty and contents the n, flowing and shu	ereof: Cored interva t-in pressures and	ils and all drill-stem recoveries.	i tests, including de	pin interval				
	·	Тор В	ottom				···	Nama		Тор
Formati	on		MD)	Descript	tions, Contents, etc	·		Name		(Measured Depth)
35. ADDITIONA	IL REMARKS (Inc	lude plugging pro	ocedure) P1u	gging or	ders & v	vitnessing	by Davi	d Hackfo	rd-State	of Utah De
Natura	l Resour	ces. Mi	x & pmpd.	. plug #1	. 7927 <b>'</b> -7	7650', 130	sx C1 "	'G'' w/ 15	.8 ppg,	yield 1.17,
bbl of	slurry.	Mix &	Pmpd plu	g #2 @ 2	.065 <b>'</b> , 55	5 sx C1 "G	w/ 2%	CaC12, 1	5.8 ppg,	1.15 yield
4 bb1 c	f slurr	y, Tag	plug #2	@ 2021',	top of	E plug #2,	w/_30_sx	: ''G'' \\ \\ \	2% CaC12	, 15.8 ppg, <u>1d 1.15.P&amp;A</u>
15 yield	1,11.5 b	DI OF SI	urry. Mi	x & pmpg	plug 3.	from all available rec	ords	<u>G., 13.8</u>	ppg, yre	<u>10 1.15.P&amp;A</u>
36. I hereby ce	rtify that the fore	going and attache	ed information is c	ompiete and corre	ect as determined	110111 all available rec	orus.			
NAME (PLEAS	SE PRINT)T	neresa O	verturf			TITLEEn	gineeri	ng Techn	ician	
SIGNATURE	dhe	usa (	hunt	~\ <u>/</u>		DATE 5/	20/05 _			
<ul><li>comp</li><li>drilling</li></ul>	oleting or plug	tted within 30 ging a new we aterals from ar different produ	days of ell n existing well l cing formation	bore •	significantly of	previously plugged deepening an exis carbon explorator	ting well bore	below the prev	vious bottom-h es and stratigr	ole depth aphic tests
* ITEM 20: S	how the numb	er of complet	ions if producti	on is measure	d separately f	rom two or more f	ormations.			
** ITEM 24: C	ement Top – S	Show how repo	orted top(s) of c	ement were de	termined (circ	ulated (CIR), calcu	ılated (CAL), d	cement bond lo	g (CBL), tempe	rature survey (TS)).
		of Oil, Gas an		Phone	e: 801-538-50	340				
	1594 West No Box 145801	orth Temple, S , Utah 84114-	Suite 1210	Fax:	801-359-39	940				

#### Division of Oil, Gas and Mining

#### **OPERATOR CHANGE WORKSHEET**

1. DJJ 2. CDW

Change of Operator (Well Sold)				X - Operator Merger								
The operator of the well(s) listed below has char	6/1/2007											
FROM: (Old Operator): N2525 - The Houston Exploration Company 1100 Louisiana, Suite 2000 Houston, TX 77002		TO: (New Operator): N6965-Forest Oil Corporation 707 17th St, Suite 3600 Denver, CO 80202										
Phone: 1-(713) 830-6800				Phone: 1 (303) 812-1755								
CA No.				Unit:								
WELL NAME		TWN	RNG	API NO	ENTITY	LEASE	WELL	WELL				
					NO	TYPE	TYPE	STATUS				
SEE ATTACHED LIST				<u> </u>	<u> </u>	<u> </u>						
OPERATOR CHANGES DOCUMENT Enter date after each listed item is completed 1. (R649-8-10) Sundry or legal documentation w 2. (R649-8-10) Sundry or legal documentation w	as rece	eived f	rom the	NEW operator	on:	7/30/2007 7/30/2007	<del>-</del> -					
3. The new company was checked on the Depart	ment	of Cor	mmerce	e, Division of C	orporation	s Database o	n:	7/31/2007				
4a. Is the new operator registered in the State of	Utah:			Business Numb	ber:	571171-0143	3					
4b. If NO, the operator was contacted contacted	on:											
5a. (R649-9-2)Waste Management Plan has been r	eceive	d on:		IN PLACE	_							
5b. Inspections of LA PA state/fee well sites comp	lete o	n:			_							
5c. Reports current for Production/Disposition &	Sundri	es on:		YES	_							
6. Federal and Indian Lease Wells: The B	LM an	d or th	ie BIA l	has approved the	e merger, na	ame change,						
or operator change for all wells listed on Fede	ral or l	Indian	leases o	on:	BLM	not yet	BIA	_				
7. Federal and Indian Units:												
The BLM or BIA has approved the successor					<b>1</b> :	<u>n/a</u>	_					
8. Federal and Indian Communization A												
The BLM or BIA has approved the operator		l wells	listed v	vithin a CA on:		<u>n/a</u>		43				
9. Underground Injection Control ("UIC				ivision has appr				itnority to				
Inject, for the enhanced/secondary recovery u	nit/pro	oject fo	or the w	ater disposal we	ell(s) listed	on:	n/a	<del>-</del>				
DATA ENTRY:				E 10.1 (0.00E								
1. Changes entered in the Oil and Gas Database	e on:	CL	C-	7/31/2007	<del>-</del>	7/31/2007						
<ul><li>2. Changes have been entered on the Monthly C</li><li>3. Bond information entered in RBDMS on:</li></ul>				7/31/2007	•	1/31/2001	<del></del>					
4. Fee/State wells attached to bond in RBDMS of				7/31/2007	<del></del>							
5. Injection Projects to new operator in RBDMS				n/a	<del>-</del>							
6. Receipt of Acceptance of Drilling Procedures		PD/Ne	w on:		pending							
BOND VERIFICATION:												
1. Federal well(s) covered by Bond Number:				6236351								
2. Indian well(s) covered by Bond Number:				n/a	_							
3a. (R649-3-1) The <b>NEW</b> operator of any fee we					er	6218963	_					
3b. The <b>FORMER</b> operator has requested a release	se of l	liabilit	y from t	heir bond on:	not yet	_						
LEASE INTEREST OWNER NOTIFICATION (R649-2-10) The FORMER operator of the fe	e wells	s has b	een con	tacted and infor	rmed by a le	etter from the	Division					
of their responsibility to notify all interest own	ers of	this ch	ange or	n:	8/1/2007							
COMMENTS:												

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS AND MINING

	FORM 9
	5. LEASE DESIGNATION AND SERIAL NUMBER: See Attached List
	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
s, or to	7. UNIT or CA AGREEMENT NAME.
	8. WELL NAME and NUMBER: See Attached List
	9. API NUMBER: Various
55	10. FIELD AND POOL, OR WILDCAT:
	COUNTY: PROPERTY OF THE PROPER
	STATE: UTAH
REPO	RT, OR OTHER DATA
tion C ed by	REPERFORATE CURRENT FORMATION  SIDETRACK TO REPAIR WELL  TEMPORARILY ABANDON  TUBING REPAIR  VENT OR FLARE  WATER DISPOSAL  WATER SHUT-OFF  OTHER: Change of Operator  Diss, etc. N3535  Duston Exploration Company company, a copy of the merger Enduring.  and restrictions concerning
nd #6	218963.
dress.	
7 - s	5-07 ate
ent &	General Mar - Northern Division

	DIVIDION OF OIL, OAD AND I	VINITING		See Attached	List
SUNDRY	Y NOTICES AND REPOR	TS ON WEL	LS	6. IF INDIAN, ALLOTTE	E OR TRIBE NAME:
Do not use this form for proposals to drill drill horizontal l	new wells, significantly deepen existing wells below laterals. Use APPLICATION FOR PERMIT TO DRI	current bottom-hole dep LL form for such propos	oth, reenter plugged wells, or to als.	7. UNIT or CA AGREEN	ENT NAME:
1. TYPE OF WELL OIL WELL	GAS WELL OTHER	₹		8. WELL NAME and NU See Attached	
2. NAME OF OPERATOR:	11:0		· · · · · · · · · · · · · · · · · · ·	9. API NUMBER:	
Forest Oil Corporation	N6965			various	
	y Denver, STATE CO	<sub>ZiP</sub> 80202	PHONE NUMBER (303) 812-1755	10. FIELD AND POOL, (	DR WILDCAT:
4. LOCATION OF WELL  FOOTAGES AT SURFACE: See a		ne particulare <mark>************************************</mark>	Sangadayi Sangaya Sangada	Marine J.	en e
FOUTAGES AT SURFACE. GEE a	en form for a file of all additionary access to the property of the file of the form of a file of the contract of the of			COUNTY:	
QTR/QTR, SECTION, TOWNSHIP, RAN	NGE, MERIDIAN:			STATE:	JTAH
11. CHECK APP	ROPRIATE BOXES TO INDICA	ATE NATURE	OF NOTICE, REPO	RT, OR OTHER	DATA
TYPE OF SUBMISSION		T	YPE OF ACTION		
NOTICE OF INTENT	ACIDIZE	DEEPEN		REPERFORATE	CURRENT FORMATION
(Submit in Duplicate)	ALTER CASING	FRACTURE	TREAT	SIDETRACK TO	REPAIR WELL
Approximate date work will start:	CASING REPAIR	NEW CONS	STRUCTION	TEMPORARILY	ABANDON
	CHANGE TO PREVIOUS PLANS	OPERATOR	CHANGE	TUBING REPAI	२
	CHANGE TUBING	PLUG AND	ABANDON	VENT OR FLAR	E
✓ SUBSEQUENT REPORT	CHANGE WELL NAME	PLUG BACI	<	WATER DISPO	SAL
(Submit Original Form Only)	CHANGE WELL STATUS	PRODUCTI	ON (START/RESUME)	WATER SHUT-	OFF
Date of work completion:	COMMINGLE PRODUCING FORMATION	IS RECLAMAT	ION OF WELL SITE	✓ OTHER Cha	nge of Operator
	CONVERT WELL TYPE	RECOMPLE	TE - DIFFERENT FORMATION	<u> </u>	
12. DESCRIBE PROPOSED OR CO	OMPLETED OPERATIONS. Clearly show a	Il pertinent details in	cluding dates, depths, volume	es, etc. N25	25
Effective 6/1/2007 please N-2525) to Forest Oil Corp	change the operator for the att poration (N-6965). Forest mero he contract operated wells will o	ached list of Ui	ah wells from The Ho ouston Exploration C	ouston Exploration	on Company
	new operator, accepts all appli- ducted on the lease or portion o			and restrictions	concerning
Forest Oil Corporation me	ets the State of Utah bonding r	equirements u	nder Safeco bond #6	218963.	
Please send all future cor	respondence to Forest Oil Corp	oration at the	above listed address.		
Forest Oil Corporation, 70	7 17th Street, Suite #3600, De	nver, CO 8020	2		
J.C. Pidens Senior Vice	President - Western Region			5-07	
U. D. Maeris, Geriloi Vice	- Tesident - Western Region				
NAME (PLEASE PRINT) Joanne C	. Hresko	TITL	Vice President &	General Mgr N	orthern Division
SIGNATURE DAM	u C. Theshis	DAT	F 7-5.07		
(This space for State use only)	D 7131107	ilo io	lle in APN	ctatus	Ar,
APPROVE:	D <u>// 3/107</u>	NO WE	AND III AI D	Sum	
Car Denie	Russell	of the	w Status	REC	EIVED

(5/2000)

Division of Oil, Gas and Mining
Earlene Russell, Engineering Technician

Ut this time (See Instructions on Reverse Side)

JUL 3 U 2007

well name	sec	twp	rng	api	entity	lease	well	stat	flag	unit	qtr_qtr	1 num	op no
FEDERAL 28-01	28			4304730098		Federal	GW	S	IIug	umi	SESE	<del></del>	N2525
CONOCO STATE 32-2	32	4	1	4304730100	10096		GW	1			NENE	ML-11124	N2525
ROCK HOUSE 11-31	31			4304733312			GW		+		NESW	UTU-76281	N2525
BONANZA 4B-12	12	<del></del>		4304733806	<del></del>		D	PA	†·		NWNW	UTU-74426	N2525
WALKER HOLLOW 13-31	31	+		4304735039	1 .0 / 0		GW	LA			SESW	UTU-76280	N2525
ROCK HOUSE 6D-32	32		<u></u>	4304735409	14293	i	GW	S	†··		SENW	ML-47063	N2525
BONANZA 2B-16	16			4304735694	14186	<del></del>	D	PA			NWNE	ML-46526	N2525
ROCK HOUSE 2D-36	36			4304735759	14357		GW	P	İ		NWNE	ML-47061	N2525
ROCK HOUSE 2D-32	32		-	4304735760	14317		GW	S			NWNE	ML-47063	N2525
ROCK HOUSE 10D-32	32			4304735761	14318		GW	S			NWSE	ML-47063	N2525
ROCK HOUSE 12D-32	32			4304735762	14294		GW	P	+		NWSW	ML-47063	N2525
ROCK HOUSE 11-36	36			4304735900	14478		GW	P	1		NESW	ML-46907	N2525
ROCK HOUSE 4-36	36			4304735901	14449	<del></del>	GW	S			NWNW	ML42061	N2525
BONANZA 12A-22	22	<del></del>		4304735922			D	PA	<u> </u>		NWSW	UTU-78118	N2525
BONANZA 14-16	16	<del></del>		4304735941	14521		D	PA			SESW	ML-46526	N2525
ROCK HOUSE 11-2	02		<del> </del>	4304736153	14695	L	GW	P	C		NESW	ML-47078	N2525
ROCK HOUSE 7-32-10-23	32			4304736306	14766		GW	S			SWNE	ML-47063	N2525
ROCK HOUSE 3-32-10-23	32			4304736307	14781		_	P			NENW	ML-47063	N2525
ROCK HOUSE 5-32-10-23	32			4304736410	14727		GW	S	-		SWNW	ML-47063	N2525
GUSHER 6-2	02			4304736963	<del>                                     </del>	State	OW	LA			SENW	ML-49144	N2525
N HORSESHOE 3-16-6-21	16			4304737391	15716	·	GW	DRL	C		NENW	ML-49317	N2525
N HORSESHOE 12-7-6-22	07		1	4304737392		State		LA	<del>                                     </del>		NWSW	ML-47969	N2525
N HORSESHOE 16-9-6-22	09	<del></del>		4304737393		State		LA	<del></del>		SESE	ML-47969	N2525
N HORSESHOE 14-10-6-22	10	060S		4304737394		State		LA			SESW	ML-47969	N2525
N HORSESHOE 2-15-6-22	15	060S		4304737395		State	GW	LA			NWNE	ML-47969	N2525
N HORSESHOE 4-15-6-22	15	<del> </del>		4304737396		State	GW	LA		<b></b>	NWNW	ML-47969	N2525
N WALKER HOLLOW 12-32-6-23	32		1	4304737397		State	GW	LA			NWSW	ML-47777	N2525
N WALKER HOLLOW 16-32-6-23	32			4304737398		State	GW	LA	İ		SESE	ML-47777	N2525
N WALKER HOLLOW 2-32-6-23	32		<del></del>	4304737399	15741	State	GW	DRL	C		NWNE	ML-47777	N2525
N WALKER HOLLOW 10-32-6-23	32	060S	230E	4304737400		State	GW	LA			NWSE	ML-47777	N2525
N WALKER HOLLOW 8-32-6-23	32			4304737401	1	State		LA	1		SENE	ML-47777	N2525
N WALKER HOLLOW 11-36-6-23	36	060S	230E	4304737462		State	GW	LA			NESW	ML-47970	N2525
N WALKER HOLLOW 13-36-6-23	36			4304737463		State		LA	1	-	swsw	ML-47970	N2525
N WALKER HOLLOW 15-36-6-23	36			4304737464		State	GW	+			SWSE	ML-47970	N2525
N WALKER HOLLOW 14-32-6-23	-		<u> </u>	4304737478		State	GW				SESW	ML-47777	N2525
HACKING RES 11-32-8-25	1			4304737479		State	GW		1		NESW	ML-11124	N2525
HACKING RES 3-32-8-25	32			4304737480		State	GW		1		NENW	ML-11124	N2525
HACKING RES 5-32-8-25	32			4304737481		State	GW	·			SWNW	ML-11124	N2525
HACKING RES 15-32-8-25	32	080S	250E	4304737482		State	GW	<del> </del>			SWSE	ML-11124	N2525
HACKING RES 9-32-8-25	32	<del></del>	<del> </del>	4304737483		State	GW	-			NESE	ML-11124	N2525
HACKING RESERVOIR 7-32-8-25	32	080S	250E	4304737571	15885	State	GW	DRL	C		SWNE	ML-11124	N2525